



Montana Department of
ENVIRONMENTAL QUALITY

Brian Schweitzer, Governor

P.O. Box 200901 • Helena, MT 59620-0901 • (406) 444-2544 • www.deq.state.mt.us

RECEIVED

September 9, 2008

SEP 12 2008

Ravalli County Commissioners

Potential Drinking Water SRF Loan Recipients:

--	--	--	--	--

We are contacting communities on the Drinking Water SRF Project Priority List (PPL), as outlined in the SFY09 Intended Use Plan (IUP). The Project Priority List ranks potential projects that communities have identified for their respective water systems. The department is planning to fund some of the lower-ranked projects on the PPL that are ready to proceed at this time. In accordance with the bypass procedures adopted as part of the IUP, all applicants with higher-ranked projects must be notified before the bypass is completed.

Projects already funded to date in SFY09 are for the City of Great Falls, the City of Thompson Falls, Panoramic Mountain River Heights Water District (Flathead County), and Sunny Meadows Water District (Missoula County). The project applicants under consideration for a bypass at this time are the Goodan-Keil Water District (Missoula County) and the Lockwood Water and Sewer District (Yellowstone County). The proposed SRF loan for Goodan-Keil WD will be used to construct well field piping improvements, upgrade the transmission main, and construct distribution system improvements. The proposed SRF loan for Lockwood W&SD will be used to construct intake improvements and a booster pump facility, and obtain a backup power generator. Since some higher-ranked projects are not ready to proceed, the department is proposing to bypass those higher-ranked projects in order to fund the two projects described above.

The funding of these projects by the Drinking Water SRF program should in no way affect funding of your project. All known loan applications currently shown on the priority list can be funded with available funds, even with the bypass for the above projects.

When revising the list by this method the department's policies require that we contact all affected applicants to solicit comments. We request, by copy of this letter, that any comments regarding the described changes be provided to this office within 15 days of the date of this letter. The change will go into effect after the comment period if no unresolvable comments have been received.

Thank you and please contact me at (406) 444-5325 if you have any questions.

Sincerely,

Mark A. Smith, P.E.
Drinking Water SRF Loan Program
Technical and Financial Assistance Bureau

G:\TFA\DW\SRF\PROJECTS\bypassltr21.doc